

### **Explanation of PACT Payment of Fall 2011 Invoices**

On July 27, 2011, the Circuit Court of Montgomery County issued approval of the class settlement which provided that future payment by PACT of tuition and mandatory fees be made at the fall 2010 actual rates, with any additional expenses to be paid by the PACT student. PACT complied with the order and paid fall 2011 tuition and fee invoices as they were received in accordance with the court approved settlement.

On November 18, 2011, the Alabama Supreme Court issued an order which stayed, or put on hold, further application of the PACT settlement while the case is being reviewed on appeal. Therefore, any tuition and fee invoices that were unpaid as of November 18, 2011 were paid at the tuition and mandatory fee rates as calculated Act 2010-725.

All future tuition and mandatory fee payments by PACT will be made as specified in Act 2010-725 until such time as the appeal is resolved and/or further instructions are provided by the Alabama Supreme Court. Please see below.

#### **PACT Payments: Act 2010-725**

Act 2010-725 provides that PACT will make payment as follows:

1. Auburn University and University of Alabama systems: actual tuition and mandatory fees charged by the school.
2. Remaining in-state public colleges and universities, including two-year institutions: tuition and mandatory fees at the September 2009 rates, which are considered "full payment" on behalf of the PACT student.
3. Out-of-state and private institutions: the weighted average by resident headcount of in-state tuition and qualified fees at the Alabama four-year universities.